

CONFIDENTIAL

Office Memorandum • UNITED STATES GOVERNMENT

TO : Assistant Deputy Director (Admin) (General)

DATE: 16 July 1951

FROM : Chief, Administrative Services

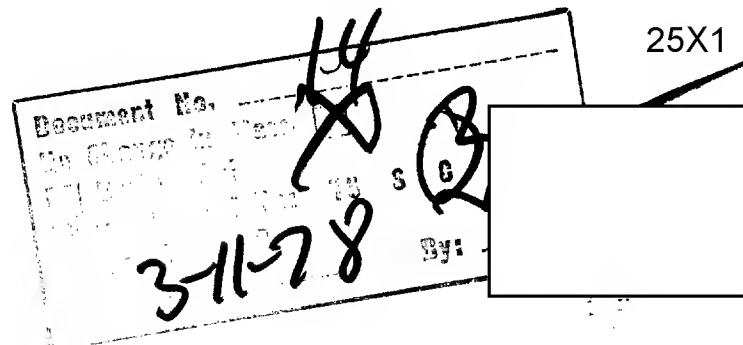
SUBJECT: Warehouse Space

1. Confirming telephone conversation on Monday, 16 July 1951, and supplementing my report of 3 July 1951, I have found that PBS last week had attempted to negotiate a contract with the lowest bidder for 2,000,000 square feet of space. The basis of the negotiations were to ask the contractor who bid 59¢ per square foot to withdraw his qualification for Government financing of the construction. PBS has advised that these negotiations failed. For that reason they are re-advertising for the total space, which includes the CIA requirement for 200,000 square feet, and the bids are scheduled to be opened on 17 August 1951.

2. In connection with the interim requirement, we have located a building that is now under construction containing 90,000 square feet of warehouse space; and we are now waiting for an offer from the owner.



25X1A



CONFIDENTIAL